

**May 15, 2023**

The Corporate Relationship Department  
**The Bombay Stock Exchange Ltd.**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai-400 001

The General Manager- Listing  
**National Stock Exchange of India Ltd.**  
“Exchange Plaza”, Bandra-Kurla Complex,  
Bandra (East),  
Mumbai-400 051

**Symbol/Scrip Code: (BSE)530555/(NSE) PARACABLES**

**Sub: Monitoring Agency Report for the quarter ended March 31, 2023**

Dear Sir,

Pursuant to Regulation 32 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Regulation 162A of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended, we are enclosing herewith the Monitoring Agency Report dated May 15, 2023 issued by CARE Ratings Limited, Monitoring Agency, for the quarter ended March 31, 2023 in respect of utilization of proceeds of the issuance of Warrants convertible into Equity Shares, on preferential basis.

This will also be hosted on Company's website at [www.paramountcables.com](http://www.paramountcables.com)

Kindly take the same on your records

**For Paramount Communications Limited**

**Rashi Goel**  
**Company Secretary & Compliance Officer**

No. CARE/DRO/GEN/2023-24/1004

**Mr. Shambhu Kumar Agarwal**  
**Chief Financial Officer**  
**Paramount Communications Limited**  
**KH-433, Maulsari Avenue, Westend Greens,**  
**Rangpuri, New Delhi-110037**

May 15, 2023

Dear Sir,

**Monitoring Agency Report for the quarter ended March 31, 2023 - in relation to the Preferential Issue of Paramount Communications Limited ("the Company")**

We write in our capacity of Monitoring Agency for the Preferential Issue for the amount aggregating to Rs. 134.81 crore of the Company and refer to our duties cast under Regulation 162A of the Securities & Exchange Board of India (Issue of Capital & Disclosure Requirements) Regulations.

In this connection, we are enclosing the Monitoring Agency Report for the quarter ended March 31, 2023 as per aforesaid SEBI Regulations and Monitoring Agency Agreement dated December 14, 2022 towards utilization of proceeds of Preferential Issue .

Request you to kindly take the same on records.

Thanking you,  
Yours faithfully,



**Sachin Mathur**

Assistant Director

[Sachin.mathur@careedge.in](mailto:Sachin.mathur@careedge.in)

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CIN-L67190MH1993PLC071691

**Report of the Monitoring Agency (MA)**

Name of the issuer: Paramount Communications Limited

For quarter ended: March 31, 2023

Name of the Monitoring Agency: CARE Ratings Limited

(a) Deviation from the objects: Nil

(b) Range of Deviation: Not applicable

**Declaration:**

We declare that this report provides an objective view of the utilization of the issue proceeds in relation to the objects of the issue based on the information provided by the Issuer and information obtained from sources believed by it to be accurate and reliable. The MA does not perform an audit and undertakes no independent verification of any information/ certifications/ statements it receives. This Report is not intended to create any legally binding obligations on the MA which accepts no responsibility, whatsoever, for loss or damage from the use of the said information. The views and opinions expressed herein do not constitute the opinion of MA to deal in any security of the Issuer in any manner whatsoever. Nothing mentioned in this report is intended to or should be construed as creating a fiduciary relationship between the MA and any issuer or between the agency and any user of this report. The MA and its affiliates also do not act as an expert as defined under Section 2(38) of the Companies Act, 2013.

The MA or its affiliates may have credit rating or other commercial transactions with the entity to which the report pertains and may receive separate compensation for its ratings and certain credit related analyses. We confirm that there is no conflict of interest in such relationship/interest while monitoring and reporting the utilization of the issue proceeds by the issuer, or while undertaking credit rating or other commercial transactions with the entity.

We have submitted the report herewith in line with the format prescribed by SEBI, capturing our comments, where applicable. There are certain sections of the report under the title "Comments of the Board of Directors", that shall be captured by the Issuer's Management / Audit Committee of the Board of Directors subsequent to the MA submitting their report to the issuer and before dissemination of the report through stock exchanges. These sections have not been reviewed by the MA, and the MA takes no responsibility for such comments of the issuer's Management/Board.



Signature:

Name of the Authorized Signatory: Sachin Mathur

Designation of Authorized person/Signing Authority: Assistant Director

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### 1) Issuer Details:

Name of the issuer : Paramount Communications Limited  
Name of the promoters : Mr. Sanjay Aggarwal and Mr. Sandeep Aggarwal  
Industry/sector to which it belongs : Industrial Products/ Cables- Electricals

### 2)

#### Issue Details

Issue Period : 18 months from date of allotment i.e. February 18, 2023  
Type of issue (Public/ Rights) : Preferential Share Warrant Issue  
Type of specified securities : Equity warrants  
IPO Grading, if any : Not applicable  
Issue size (in ` crore) : Rs. 134.81 crore (Note 1)\*

\* The offer comprises of 6,25,00,000 equity warrants of the company convertible into equal number of equity shares of face value 2 at an issue price (including warrant subscription price (Rs.5.40 per warrant) and warrant exercise price (Rs.16.17 per warrant) of Rs.21.57 per equity warrant as determined on the relevant date (for the purpose of calculating the price of equity warrants convertible into equal number of equity shares to be issued in terms hereof is December 12, 2022) in accordance with the provisions of Chapter V of the SEBI ICDR Regulations aggregating to Rs.134,81,25,000.00 for cash consideration by way of preferential allotment to persons/entities who are not forming part of the promoter and promoter group of the company.

Share Allotment committee vide meeting dated February 18, 2023, approved allotment of 6,23,25,925 equity warrants of the company convertible into equal number of equity shares of face value 2 at an issue price (including warrant subscription price (Rs.5.40 per warrant) and warrant exercise price (Rs.16.17 per warrant) aggregating to Rs.134,43,70,202.25 for cash consideration to persons/entities who are not forming part of the promoter and promoter group of the company.

#### Note 1:

Particulars	Remarks
Total equity warrants issued	6,23,25,925
Warrant subscription price	5.40^
Total proceeds received from warrants issued- (in Rs. Crore)	33.66^
Net proceeds available for utilization (in Rs. Crore)	33.66

^Each warrant is convertible into one (1) equity share and the conversion can be exercised at any time within a period of 18 months from date of allotment of warrants, in one or more tranches, as the case maybe and on such other terms and conditions applicable. Option for conversion of warrants into equity shares will be available upon payment of full price of warrant before such exercise of option.

### 3) Details of the arrangement made to ensure the monitoring of issue proceeds:

Particulars	Reply	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments of the Board of Directors
Whether all utilization is as per the disclosures in the Offer Document?	Yes	Chartered Accountant certificate*, Bank statement	Not applicable	Yes
Whether shareholder approval has been obtained in case of material deviations# from expenditures disclosed in the Offer Document?	No material deviation	Chartered Accountant certificate*, Bank statement	Not applicable	Not applicable
Whether the means of finance for the disclosed objects of the issue have changed?	No	Not applicable	Not applicable	Not applicable
Is there any major deviation observed over the earlier monitoring agency reports?	Not applicable	Not applicable	Not applicable	Not applicable
Whether all Government/statutory approvals related to the object(s) have been obtained?	Yes	Not applicable	Not applicable	Yes
Whether all arrangements pertaining to technical	Not applicable	Not applicable	Not applicable	Not

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Particulars	Reply	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of the Monitoring Agency	Comments of the Board of Directors
assistance/collaboration are in operation?				applicable
Are there any favorable/unfavorable events affecting the viability of these object(s)?	Not applicable	Not Applicable	Not Applicable	Not applicable
Is there any other relevant information that may materially affect the decision making of the investors?	Not applicable	Not applicable	Not Applicable	Not applicable

\* Chartered Accountant certificate from P. Bholusaria & Co. (statutory auditor) dated April 22, 2023

#Where material deviation may be defined to mean:

- a) Deviation in the objects or purposes for which the funds have been raised
- b) Deviation in the amount of funds actually utilized by more than 10% of the amount projected in the offer documents.

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#### 4. Details of objects to be monitored:

(i) Cost of objects –

Sr. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Original cost (as per the Offer Document) in Rs. Crore	Revised Cost in Rs. Crore	Comments of the Monitoring Agency	Comments of the Board of Directors		
						Reason for cost revision	Proposed financing option	Particulars of -firm arrangements made
1	Capital expenditure	Offer Document	20.00	NA	NA	NA	NA	NA
2	Working capital requirement	Offer Document	82.00	NA	NA	NA	NA	NA
3	General Corporate Purpose	Offer Document	32.81	NA	NA	NA	NA	NA
<b>Total</b>			<b>134.81</b>					

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## (ii) Progress in the objects –

Sr. No	Item Head	Source of information / certifications considered by Monitoring Agency for preparation of report	Amount as proposed in the Offer Document in Rs. Crore	Amount utilised in Rs. Crore			Unutilised amount in Rs. crore	Comments of the Monitoring Agency	Comments of the Board of Directors	
				As at beginning of the quarter in Rs. Crore	During the quarter in Rs. Crore <sup>^</sup>	At the end of the quarter in Rs. Crore			Reasons for idle funds	Proposed course of action
1	Capital expenditure	Chartered Accountant certificate*, Document, statements Offer Bank	20.00	-	-	-	20.00	NA	As per the terms of offer, warrant holder paid 25% of the warrant issue price i.e., Rs. 33.66 Cr	Progressively to be utilized as per the timeline mentioned in the offer document
2	Working capital requirement	Chartered Accountant certificate*, Document, statements Offer Bank	82.00	-	20.27	20.27	61.73	The funds have been used by the company to purchase raw material from its suppliers.		
3	General Corporate Purpose	Chartered Accountant certificate*, Document, statements Offer Bank	32.81	-	8.09	8.09	24.72	The funds have been used by the company to purchase stores and consumables, packing materials, and other raw materials.		
<b>Total</b>			<b>134.81@</b>	<b>-</b>	<b>28.36</b>	<b>28.36</b>	<b>106.45<sup>^</sup></b>			

\* Chartered Accountant certificate from P. Bholusaria & Co. (statutory auditor) dated April 22, 2023

@Out of the total Rs. 134.44 crores, the company has received Rs. 33.66 crores and balance is pending to be received from the allottees.

<sup>^</sup>The company has only received Rs. 5.40 per equity warrant (warrant subscription price) from total Rs. 21.57 per equity warrant for 6,23,25,925 issued equity warrants as against proposed issue of 6,25,00,000 equity warrants. Out of the total unutilised amount of Rs. 106.45 crores, company has Rs. 5.29 crores in mutual funds (in line with object clause) and bank accounts and balance Rs.100.79 crores (cumulative warrant exercise price) are pending to be received from the allottees. Further, Rs. 106.45 crores include Rs. 0.37 crores (subscription and exercise price) pertaining to 174075 equity warrants which were not issued.

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(iii) Deployment of un-utilized Preferential Issue proceeds:

Sr. No.	Name of the Mutual Fund/Bank account	Type of account	Amount in Rs. crore	Source of information / certifications considered by Monitoring Agency for preparation of report
1	ICICI Bank	Issue Monitoring Account	0.29	Chartered Accountant certificate*, Bank statements
<b>Total</b>			<b>0.29</b>	

\* Chartered Accountant certificate from P. Bholusaria & Co. (statutory auditor) dated April 22, 2023

Sr. No.	Type of instrument and name of the entity invested in	Amount invested (Rs. Crore)	Maturity date	Earning	Return on Investment (%)	Market Value as at the end of quarter*	Remarks
1	HDFC Liquid Fund	5.00	-	-	CAGR-8.30%	5.01 (in line with object clause)	Unutilized proceeds have been parked in mutual funds in line with the offer document dated December 14, 2022, and BSE guidelines dated December 13, 2022.

Verified from bank statements and Chartered accountant certificate from P. Bholusaria & Co. (statutory auditor) dated April 22, 2023

(iv) Delay in implementation of the object(s): Not applicable

#### 4) Details of utilization of proceeds stated as General Corporate Purpose (GCP) amount in the offer document:

Sr. No	Item Head^	Amount in Rs. Crore	Source of information / certifications considered by Monitoring Agency for preparation of report	Comments of Monitoring Agency	Comments of the Board of Directors
1	Purchase of stores and consumables, packing materials, and raw materials.	8.09	Chartered Accountant certificate*, Bank statement	GCP utilized to procure stores, consumables, packing materials, and raw materials.	
<b>Total</b>		<b>8.09</b>			

\* Chartered Accountant certificate from P. Bholusaria & Co. dated April 22, 2023

#### Comments

- As per rules laid out by SEBI, companies can utilize a maximum of 25% of the total funds from IPO as General Corporate Purpose.

(Source: *businessstandard.com*)

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